

Attention Business/Financial Editors:  
Skor Food Group Reports Q2-2007 Earnings

TORONTO, May 1 /CNW/ - The Skor Food Group Inc. (TSX.V: SKF) ("SKOR"), a rapidly growing, fully integrated food service company announced financial results for the second quarter of fiscal 2007.

For the quarter, consolidated revenue increased by 121% to \$40,536,162 from \$18,354,074 one year ago. On a year to date basis, revenue increased by 120% from \$38,868,959 to \$85,512,517. The revenue increase is attributed primarily to the inclusion of revenue from the Cash and Carry division and to a lesser extent by contributions from the retail division and manufactured food division acquired midway through the second quarter. Net earnings in the quarter were \$30,119 from \$229,215 the prior year and for the year to date period net earnings, after tax and relocation costs, were \$509,580 from \$703,154 the prior year. The decline in earnings is partially attributed to a greater than expected seasonal decline in revenue and some increased operating costs associated with infrastructure and labor.

The Company ended the quarter in a strong financial position with a working capital ratio of 1.65:1, working capital of \$10,112,536 and a debt to equity ratio of 0.23:1.

The second quarter is traditionally the Company's weakest as all business segments experience seasonal slowdowns in activity. This quarter's results were exacerbated by the lack of snow and warmer than normal temperatures which resulted in lower sales to the resort and recreational business segment in Ontario. Revenue was positively impacted by the inclusion of seven weeks worth of revenue from a new distribution contract with a Pizza chain and the inclusion of six weeks of revenue from the three manufacturing businesses acquired by Skor's new manufacturing arm, Skor Culinary Concepts Inc.

"Skor has finally achieved its objective of fully integrating its operations and management is focused on profitably growing each business segment while reviewing all opportunities to trim its operating costs," said Vince Capobianco, President and CEO. "In the past 6 months, we have built a senior management team which will allow us to grow and better manage each of our larger business segments. We have also invested in technology which will improve our near term operating efficiencies, which in turn should reduce our operating costs to more acceptable levels by the fourth quarter. Our Cash and Carry division's revenues have stabilized and are showing improvement, our food service distribution division revenue is increasing on a week to week basis and our manufacturing division is focused on diversifying its customer base and completing plans for the total consolidation of operations. We are confident that Skor will once again generate the returns expected by its shareholders by fiscal year end."

Conference Call: You are invited to attend a conference call on Wednesday May 2, 2007 at 2pm EST to review the Q2-2007 financials and receive a corporate update. The dial-in numbers are 416-644-3434 in Toronto, or Toll Free 1-800-814-4861. Callers should request the Skor conference call.

SKOR, through its operating divisions Skor Food Service, SKOR Cash and Carry, Skor Culinary Concepts and Skor Franchise Inc. is a fully vertically integrated food service company, servicing customers throughout Ontario from its 200,000 square foot warehouse and head office facility in Vaughan, Ontario and its 11 cash and carry locations in various centers throughout Southern Ontario. Skor distributes and sells more than 10,000 private label and name brand, frozen foods, refrigerated products, dry goods, canned goods, paper and plastic products, as well as confectionary and tobacco products. SKOR services a wide range of multi location food retailers, Quick Service Restaurant chains, day care facilities, government institutions, independent food service operators, school boards, catering and vending operators as well as convenience stores and independent grocery stores.

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.

%SEDAR: 00007944E

/For further information: Vince Capobianco, President and CEO, (905)  
660-1212 ext 234, vincec(at)skorfoodgroup.com; John Lewis, Linear Capital Corp.,  
(416) 364-2266, jrlewis(at)linearcapital.com/  
(SKF.)

CO: The Skor Food Group Inc.

CNW 09:05e 01-MAY-07